

Exhibit 28

PREPA, Proposed Annual Budget for Fiscal Year 2013-2014

LIONBRIDGE

STATE OF CALIFORNIA

COUNTY OF SAN FRANCISCO)

SS

CERTIFICATION

This is to certify that the attached translation is, to the best of my knowledge and belief, a true and accurate translation from Spanish into English of the attached document with Bates Nos.

PREPA_RSA0034752-PREPA_RSA0034787.



Cory Merrill, Managing Editor
Lionbridge

A notary public or other officer completing this certificate verifies only the identity of the individual who signed the document to which this certificate is attached, and not the truthfulness, accuracy, or validity of that document.

State of California, County of San Francisco

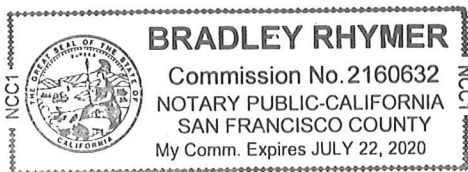
Subscribed and sworn to (or affirmed) before me

on this 7th day of October, 2019,

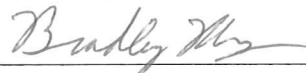
by Cory Merrill,

proved to me on the basis of satisfactory evidence

to be the person(s) who appeared before me.



Signature: _____



CN 078-04479
REV. 01/13

COMMONWEALTH OF PUERTO RICO
PUERTO RICO ELECTRIC POWER AUTHORITY
GOVERNING BODY

SAN JUAN, PUERTO RICO

POST OFFICE BOX 364267
GENERAL MAIL
SAN JUAN, PR 00936-4267

www.aeepr.com

[seal:]
PUERTO RICO ELECTRIC
POWER AUTHORITY
GOVERNING BODY –
OFFICIAL SEAL

RESOLUTION 4028

WHEREAS: Pursuant to Section 504 of the Trust Agreement of January 1, 1974, adopted by Resolution 1395, the Authority covenants that, on or before the 15th day of May of each year, the Governing Board will cause to be prepared and will adopt and file with the Secretary, with the Trustee, and with the Consulting Engineers a Proposed Budget of Current Expenses and of Capital Expenditures for the ensuing fiscal year; and

WHEREAS: In a special meeting of the Governing Board, held on May 14, 2013, the proposed budget was presented and discussed.

BE IT RESOLVED by the Puerto Rico Electric Power Authority:

That the Proposed Budget of Current Expenses and of Capital Expenditures for 2013-2014, filed with the Secretary this day and marked Exhibit 2960, is hereby adopted and public hearing be held pursuant to Section 504 of the Trust Agreement of January 1, 1974. The Secretary is directed to file a copy of the Consolidated Budget of Current Expenses and Capital Expenditures.

Approved in San Juan, Puerto Rico, the sixteenth day of May, 2013.

"We are an employer with equal opportunities at work and we do not discriminate on grounds of race, color, sex, age, social or national origin, social status, political affiliation, political or religious ideas; on the basis of being a victim or being perceived as a victim of domestic violence, sexual aggression or stalking; on the basis of physical or mental impediment or both, on the basis of status as a veteran or on the basis of genetic information."

EXHIBIT 2960

**Commonwealth of Puerto Rico
Puerto Rico Electric Power Authority**

**PROPOSED ANNUAL BUDGET
CURRENT EXPENSES AND
CAPITAL EXPENDITURES**



Fiscal Year 2013-2014

Commonwealth of Puerto Rico
PUERTO RICO ELECTRIC POWER AUTHORITY
PROPOSED ANNUAL BUDGET FOR FISCAL YEAR 2013-2014

PER SECTION 504 OF THE TRUST AGREEMENT

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Statement No. 1

Commonwealth of Puerto Rico
PUERTO RICO ELECTRIC POWER AUTHORITY

PROPOSED ANNUAL BUDGET - FISCAL YEAR 2013-2014

STATEMENT OF REVENUES AND EXPENSES FOR REVENUE FUND PURPOSES
PER TRUST AGREEMENT - SUMMARY
(Dollars in thousands)

<i>Revenues:</i>	<i>Amount</i>
<i>Sales of Electric Energy</i>	<i>4,463,032</i>
<i>Other income</i>	<i>31,255</i>
<i>Total revenues</i>	<i>4,494,287</i>
<i>Less: 1974 Construction fund investment income and gain on sale of properties</i>	<i>76</i>
<i>Revenues (As defined)</i>	<i>4,494,211</i>
<i>Current Expenses:</i>	
<i>Fuel</i>	<i>2,145,911</i>
<i>Purchased power</i>	<i>805,414</i>
<i>Salaries</i>	<i>527,798</i>
<i>Wages</i>	<i>15,840</i>
<i>Materials and Supplies</i>	<i>35,467</i>
<i>Transportation</i>	<i>25,383</i>
<i>Per Diem and Traveling Expenses</i>	<i>6,672</i>
<i>Mileage and Stand By Expenses</i>	<i>2,737</i>
<i>Division Expenses</i>	<i>31,684</i>
<i>Corporatives Expenses</i>	<i>103,102</i>
<i>Total current expenses</i>	<i>3,700,008</i>
<i>Net Revenues</i>	<i>794,203</i>
<i>Debt Services:</i>	
<i>1974 Sinking Fund Payment</i>	
<i>Interest account</i>	<i>562,768</i>
<i>Bond redemption account</i>	<i>0</i>
<i>Reserve</i>	<i>0</i>
<i>Self Insurance Fund</i>	<i>0</i>
<i>Interest on Notes</i>	<i>7,731</i>
<i>Capital Improvement Fund</i>	<i>22,677</i>
<i>Reserve Maintenance Fund</i>	<i>0</i>
<i>Total contractual obligations</i>	<i>593,176</i>
<i>Balance</i>	<i>201,027</i>
<i>Provision for contribution in lieu of taxes to municipalities</i>	<i>164,703</i>
<i>Other appropriations</i>	<i>36,324</i>
<i>Balance</i>	<i>0</i>

Statement No. 2

Commonwealth of Puerto Rico
PUERTO RICO ELECTRIC POWER AUTHORITY
ANNUAL BUDGET OF CAPITAL EXPENDITURES
FISCAL YEAR 2014
(Dollars in thousands)

<u>Budget Item No.</u>	<u>Budget Item Title</u>	<u>Amount</u>
	<u>Production Plant</u>	
	<u>Thermal Production Plant</u>	
150	Fuel Manangement and Storage	3,050
160	Improvements to Steam Boilers	23,150
165	Improvements to Steam Turbine Generator	11,400
170	Improvements to Steam Balance of Plant	14,150
173	Pollutant Removal and Treatment	1,500
175	Pollution Control Projects	11,100
	Total Thermal Production Plant	<u>64,350</u>
	<u>Hydraulic Production Plant</u>	
180	Hidroelectric Plant Improvements	3,200
	<u>Other Production</u>	
185	Improvement Combustion Turbines Simple Cycle	2,500
187	Improvement to Balance Turbine Simple Cycle	2,700
190	Improvements to Steam Turbine Generator Combined Cycle	5,000
195	Improvement to Other Balance of Plants Combined Cycle	2,100
196	Improvement to GasTurbines Combined Cycle	12,225
199	Other Improvement to Generation Plants	4,300
	Total Other Production	<u>28,825</u>
	TOTAL PRODUCTION PLANT	<u>96,375</u>

Statement No. 2

Commonwealth of Puerto Rico
PUERTO RICO ELECTRIC POWER AUTHORITY
ANNUAL BUDGET OF CAPITAL EXPENDITURES
FISCAL YEAR 2014
(Dollars in thousands)

<u>Budget Item No.</u>	<u>Budget Item Title</u>	<u>Amount</u>
	<u>Transmission Plant</u>	
205	230 kV New Line	8,100
210	38 kV New Line	1,525
215	38 kV Underground System	130
230	115/38 kV New Transmission Center & Increase Capacity	9,000
237	115 kV Switchyard New & Expansions	2,700
242	38 kV Switchyard New & Expansions	4,365
255	Energy Management System	370
267	115 kV Line Rehabilitation	17,450
275	38 kV Line Rehabilitation	15,132
280	Transmission Pole Replacements	1,000
285	Breakers Upgrading	500
288	Grounding Mat Reconstruction	225
290	Transmission Misc. Improv. Plant - Engineering	400
292	Transmission Misc. Improv. Plant - Electric System	4,500
294	Other Transmission Plant	950
	TOTAL TRANSMISSION PLANT	66,347

Statement No. 2

Commonwealth of Puerto Rico
PUERTO RICO ELECTRIC POWER AUTHORITY

ANNUAL BUDGET OF CAPITAL EXPENDITURES
FISCAL YEAR 2014
(Dollars in thousands)

<u>Budget Item No.</u>	<u>Budget Item Titles</u>	<u>Amount</u>
	<u>Distribution Plant</u>	
300	New Distribution Substations	5,750
315	Construction and Extension of 13.2 kV Aerial Feeders	7,235
316	Construction and Extension of 4.16 kV - 8.32 kV Aerial Feeder	1,275
330	Line Extension to Serve New Customers	1,950
335	Construction and Extension of 13.2 kV Underground Feeders	1,090
337	Construction and Extension of 4.16 kV - 8.32 kV Underground	600
340	New Services Drops Installation - Commercial	912
360	Rehabilitation of Substations	4,750
363	Miscellaneous Substations Improvements	500
368	Replacement of Residential and Commercial Services	456
370	Improvements to 4.16 kV - 8.32 kV Aerial Distribution System	26,633
374	Improvements to the 13.2 kV Aerial Distribution System	4,115
378	Improvements to the 13.2 kV Underground System	7,550
379	Improvements to the 4.16 kV - 8.32 kV Underground System	9,407
382	Street Lighting	6,500
383	Special Transformers	1,215
385	Purchase of Meters and Metering Equipment	12,286
390	Purchase and Installation of Breakers and Sectionalizers	1,475
392	Purchase Step - Voltage Regulators	275
395	Distribution Lines Capacitors	325
397	Distribution Line Voltage Converter	635
398	Distribution System Automation	500
399	Other Distribution Projects	4,450
	TOTAL DISTRIBUTION PLANT	99,884

Statement No. 2

Commonwealth of Puerto Rico
PUERTO RICO ELECTRIC POWER AUTHORITY

ANNUAL BUDGET OF CAPITAL EXPENDITURES
FISCAL YEAR 2014
(Dollars in thousands)

<u>Budget Item No.</u>	<u>Budget Item Titles</u>	<u>Amount</u>
<u>General Land and Building</u>		
400	Land & Right of Way	3,000
462	Minor Improvements Technical Offices	600
468	Improvement to Warehouses	350
470	Improvement to Workshops	300
472	Improvement to Other Buildings	625
476	Improvement Land & Buildings - Electric System	500
478	Improvement Land & Buildings - Administrative Service	1,310
480	Improvement to Commercial Offices - Client Service	532
	TOTAL GENERAL LAND AND BUILDINGS	<u>7,217</u>
<u>OFFICE FURNITURE AND EQUIPMENT</u>		
<u>Office Equipment</u>		
509	Office Equipment - Finance	15
510	Office Equipment - Administrative Services	15
513	Office Equipment - Client Service	304
514	Office Equipment - Transmission and Distribution	285
	TOTAL OFFICE EQUIPMENT	<u>619</u>

Statement No. 2

Commonwealth of Puerto Rico
PUERTO RICO ELECTRIC POWER AUTHORITY

ANNUAL BUDGET OF CAPITAL EXPENDITURES
FISCAL YEAR 2014
(Dollars in thousands)

<u>Budget Item No.</u>	<u>Budget Item Title</u>	<u>Amount</u>
<u>Computer Equipment</u>		
520	Computer Equipment - Executive Offices	25
521	Computer Equipment - Systems	2,800
522	Computer Equipment - Legal	25
523	Computer Equipment - Planning and Environmental	450
525	Computer Equipment - Finance	625
526	Computer Equipment - Administrative Services	15
527	Computer Equipment - Human Resources	250
528	Computer Equipment - Electric System	250
529	Computer Equipment - Client Service	281
530	Computer Equipment - Transmission and Distribution	250
	TOTAL COMPUTER EQUIPMENT	<u>4,971</u>
<u>Transportation Equipment</u>		
540	Equipment - Air Transportation	500
545	Equipment - Acquisition and Replacement of Land Transp.	7,800
	TOTAL TRANSPORTATION EQUIPMENT	<u>8,300</u>

Statement No. 2

Commonwealth of Puerto Rico
PUERTO RICO ELECTRIC POWER AUTHORITY

ANNUAL BUDGET OF CAPITAL EXPENDITURES
FISCAL YEAR 2014
(Dollars in thousands)

<u>Budget Item No.</u>	<u>Budget Item Title</u>	<u>Amount</u>
	<u>Other Equipment</u>	
550	Equipment Communication - Electric System	800
551	Equipment Communication - Client Service	38
553	Equipment Communication - Transmission and Distribution	75
555	Equipment - Telephone and Data Lines	3,250
560	Other Equipment Planning and Environmental Protection	893
562	Other Equipment - Engineering	4,000
564	Other Equipment - Administrative Services	380
565	Equipment Workshop Land Transportation	175
566	Other Equipment - Human Resources	10
568	Other Equipment - Electric System	1,150
570	Other Equipment - Client Service	391
572	Other Equipment - Transmission and Distribution	1,000
575	Other Equipment - Finance	500
	Total Other Equipment	<u>12,662</u>
	TOTAL EQUIPMENT	<u>26,552</u>
	 <i>Preliminary Surveys and Investigation</i>	
600	Preliminary Studies - Engineering	1,975
605	Preliminary Studies - Special Project	50
610	Preliminary Studies - Planning and Environmental Protection	1,200
	Renewable Energy - Planning and Research	400
	Preliminary Surveys and Investigation	<u>3,625</u>
	 TOTAL CAPITAL EXPENDITURES BUDGET	<u>300,000</u>

Statement No. 3

Commonwealth of Puerto Rico
PUERTO RICO ELECTRIC POWER AUTHORITY
APPROVED ANNUAL BUDGET OF CAPITAL EXPENDITURES
FISCAL YEAR 2012-13
FINANCING REQUIREMENTS
(Dollars in thousands)

<u>Capital Expenditures Budget</u>	<u>Amount</u>
Production Plant	96,375
Transmission Facilities	66,347
Distribution Facilities	99,884
Others	<u>37,394</u>
TOTAL	<u>300,000</u>

Sources of Construction Funds

Financing

Internally Generated Funds	22,677
Borrowed Funds:	
Interim	250,000
Permanent - Regular	0
Capitalized Interest	0
Earned Interest	0
Amounts provided from (or used for)	
unexpended financing and other funds	<u>27,323</u>
TOTAL	<u>300,000</u>

Statement No. 4

Commonwealth of Puerto Rico
PUERTO RICO ELECTRIC POWER AUTHORITY

DETAIL OF FUNDS TO BE PROVIDED BY THE
GOVERNMENT DEVELOPMENT BANK

FISCAL YEAR 2013-2014
(Dollars in thousands)

<u>MONTH</u>	<u>YEAR</u>	<u>AMOUNT</u>	<u>MONTH</u>	<u>YEAR</u>	<u>AMOUNT</u>
JULY	2013	-	JANUARY	2014	50,000
AUGUST	2013	-	FEBRUARY	2014	-
SEPTEMBER	2013	50,000	MARCH	2014	50,000
OCTOBER	2013	-	APRIL	2014	-
NOVEMBER	2013	50,000	MAY	2014	50,000
DECEMBER	2013	-	JUNE	2014	-

PROPOSED BUDGET

FISCAL YEAR 2013-14

ELECTRIC POWER AUTHORITY

STATISTICS

	Actual 2011-12	Projection 2012-2013	Proposed Budget 2013-2014
Average Cost per Barrel	\$118.39	\$107.04	\$94.96
Barrels Used (Thousands)	24,511	23,852	22,597
Internal Generation (MWH)	15,558	15,052	14,590
Energy Purchased (GWHR)	6,634	7,083	7,708
Sales (MWH)	18,112	17,966	18,199
Cents per KWH	27.78	26.20	24.52
Sales Revenues (Thousands)	5,031,429	4,707,535	4,463,032

STATEMENT OF REVENUE AND EXPENDITURE

(In Thousands \$)

	Actual 2011-2012	Projection 2012-2013	Proposed 2013-2014
Revenues	5,052,678	4,722,713	4,494,211
Current Expenses:			
Fuel	2,901,815	2,553,178	2,145,911
Energy Purchased	684,148	686,402	805,414
Operation and Maintenance	829,301	763,799	748,683
Total Current Expenses	4,415,264	4,003,379	3,700,008
Net Revenues As Defined	637,414	719,334	794,203

OPERATION AND MAINTENANCE EXPENSES

(In Thousands \$)

	Actual	Projection	Proposed
	2011-2012	2012-2013	Budget 2013-2014
Salaries	571,467	537,036	527,798
Wages	6,590	16,831	15,840
Materials	38,885	42,753	35,467
Transportation	23,821	24,356	25,383
Per Diem and Traveling Expenses	8,175	8,666	6,672
Mileage	3,137	3,047	2,737
Division Expenses	37,614	37,440	31,684
Sub-Total	689,689	670,129	645,581
Corporate Expenses	139,612	93,670	103,102
Total	829,301	763,799	748,683

SALARIES AND WAGES

(In Thousands \$)

Description	Actual 2011-12	Projection 2012-2013	Proposed Budget 2013-2014
Basic Salaries – Regular	302,921	276,035	288,713
Basic Salaries – Casual	3,982	9,609	9,380
Overtime	44,687	47,820	26,631
Compensatory Time	10,417	18,419	6,620
Marginal Benefits:			
• Retirement System	73,227	73,639	87,312
• Medical Plan	59,884	60,042	55,684
• Social Insurance	27,694	26,919	25,255
• State Insurance Fund	13,250	12,808	10,728
• Others	41,995	28,576	33,315
Total	\$578,057	\$553,867	\$543,638

CORPORATE EXPENSES

(In Thousands \$)

<i>Type of Expense</i>		<i>Actual</i>	<i>Projection</i>	<i>Proposed</i>
		<i>2011-12</i>	<i>2012-2013</i>	<i>Budget</i>
				<i>2013-2014</i>
620	Insurance	24,808	26,867	21,609
616	Medical Plan – Retired Persons	20,478	20,164	19,890
627	Security	20,250	18,860	18,010
631	Water and Electricity	9,387	10,340	10,819
645	Banking Services	10,471	5,524	10,500
644	Maintenance and Corporate Services	8,681	7,065	9,746
630	Environmental Regulations and Inspections	5,320	6,950	7,731
671	Awards	14,741	2,134	6,401
632	Income	5,698	6,423	5,812
621	Claims	8,045	4,428	5,000
	Others	41,177	12,968	13,439
	Sub-Total	169,056	121,723	128,957
636-637-638	Admin. Expenses and Overheads	(29,496)	(25,571)	(25,855)
	Miscellaneous Deductions	52	(2,482)	0
	<i>Total</i>	<i>139,612</i>	<i>93,670</i>	<i>103,102</i>

BREAKDOWN OF DIVISION EXPENSES

(In Thousands \$)

Description of Expenses	2013-14
Data and Professional Services	688
Postal and Communications Tariffs	5,141
Land and Buildings Maintenance	2,322
Other Equipment Maintenance	5,143
Service Orders	2,613
“Blankets” Service	1,592
Professional and Technical Services	4,299
Equipment and Data Maintenance	1,479
Generation Unit Maintenance	4,871
Technical Equipment Rental	1,735
Others	1,801
Total	31,684

EXPENSES BY DIRECTORATE

(In Thousands \$)

	Actual	Projection	Proposed
	2011-2012	2012-2013	Budget 2013-2014
Governing Body	630	596	511
Executive	51,563	60,192	49,206
Legal Affairs	6,807	12,464	8,457
Planning and Protection	11,400	18,025	11,909
Finance	13,147	18,935	13,858
Human Resources and Labor			
Affairs	20,133	21,844	20,406
Generation	199,209	204,291	194,825
Customer Service	120,834	127,181	129,651
Transmission and Distribution	226,975	232,173	230,588
Sub-Total	650,698	695,701	659,411
Corporate Responsibilities	178,603	68,098	103,102
Others		0	(13,830)
Total	829,301	763,799	748,683

GENERATION

(In Thousands \$)

	Actual	Projection	Proposed
	2011-2012	2012-2013	Budget 2013-2014
<i>Salaries</i>	<i>144,899</i>	<i>148,241</i>	<i>147,316</i>
<i>Wages</i>	<i>2,515</i>	<i>2,391</i>	<i>2,120</i>
<i>Materials</i>	<i>24,160</i>	<i>28,192</i>	<i>21,430</i>
<i>Transportation</i>	<i>3,084</i>	<i>3,416</i>	<i>3,075</i>
<i>Per Diem and Traveling Expenses</i>	<i>2,896</i>	<i>3,204</i>	<i>2,252</i>
<i>Mileage</i>	<i>1,127</i>	<i>1,231</i>	<i>1,119</i>
<i>Division Expenses</i>	<i>20,528</i>	<i>17,616</i>	<i>17,513</i>
<i>Total</i>	<i>199,209</i>	<i>204,291</i>	<i>194,825</i>

CUSTOMER SERVICE

(In Thousands \$)

	Actual	Projection	Proposed
	2011-2012	2012-2013	Budget
	2013-2014		
Salaries	105,203	105,315	109,876
Wages	1,776	5,535	6,460
Materials	3,285	3,567	2,936
Transportation	5,919	5,916	5,832
Per Diem and Traveling Expenses	1,427	1,472	1,169
Mileage	247	196	230
Division Expenses	2,977	5,181	3,148
Total	120,834	127,181	129,651

TRANSMISSION AND DISTRIBUTION

(In Thousands \$)

	Actual 2011-2012	Projection 2012-2013	Proposed Budget 2013-2014
Salaries	194,150	192,705	192,019
Wages	2,101	8,605	6,995
Materials	10,166	9,929	10,174
Transportation	14,489	14,585	16,214
Per Diem and Traveling Expenses	3,377	3,817	2,836
Mileage	1,460	1,368	1,046
Division Expenses	1,232	1,163	1,304
Total	226,975	232,173	230,588

SUPPORT DIRECTORATES

(In Thousands \$)

	Actual 2011-2012	Projection 2012-2013	Proposed Budget 2013-2014
<i>Salaries</i>	<i>127,215</i>	<i>95,054</i>	<i>92,417</i>
<i>Wages</i>	<i>198</i>	<i>300</i>	<i>265</i>
<i>Materials</i>	<i>1,274</i>	<i>1,065</i>	<i>927</i>
<i>Transportation</i>	<i>329</i>	<i>439</i>	<i>262</i>
<i>Per Diem and Traveling Expenses</i>	<i>474</i>	<i>431</i>	<i>415</i>
<i>Mileage</i>	<i>303</i>	<i>272</i>	<i>342</i>
<i>Division Expenses</i>	<i>12,877</i>	<i>13,929</i>	<i>9,719</i>
<i>Sub-Total</i>	<i>142,670</i>	<i>111,490</i>	<i>104,347</i>
<i>Corporate Expenses</i>	<i>139,561</i>	<i>91,680</i>	<i>103,102</i>
<i>Misc. Revenues Deductions</i>	<i>52</i>	<i>(3,015)</i>	<i>0</i>
<i>Total</i>	<i>282,283</i>	<i>200,155</i>	<i>207,449</i>

DISPOSITION OF REVENUES

(In Thousands \$)

	Actual 2011-2012	Projection 2012-2013	Proposed Budget 2013-2014
Net Revenues	637,414	719,334	794,203
Principal	143,422	194,920	204,305
Interest	184,264	332,189	358,463
Total Debt Service	327,686	527,109	562,768
Own Insurance	5,000	0	0
Maintenance Reserve	0	0	0
Interest on Notes	4,405	509	7,731
Internal Funds	15,086	21,656	22,677
Taxes to Municipalities	241,160	128,132	164,703
Subsidies	44,077	41,928	36,324
Total Disposition	637,414	719,334	794,203

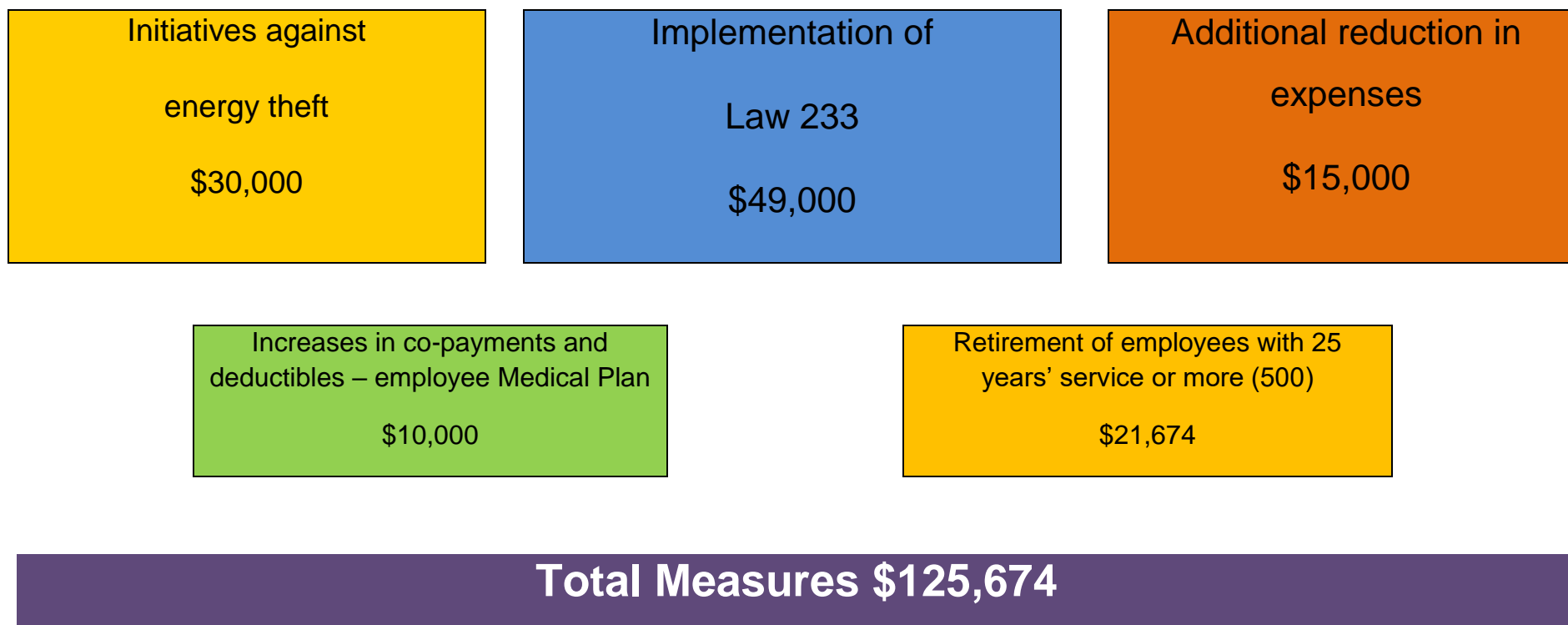
CAPITAL IMPROVEMENT PROGRAM FUNDING

(In Thousands \$)

	Actual 2011-12	Projection 2012-2013	Proposed Budget 2013-2014
Capital Improvement Program	351,137	296,351	300,000
Funding			
Internal Funds	15,086	21,656	22,677
Notes	-	-	250,000
Issuance of Bonds	336,051	274,695	
Others	-	-	27,323
Total	351,137	296,351	300,000

Implementation of measures to Balance the Budget

(In Thousands \$)



DEBT COVERAGE

(In Thousands \$)

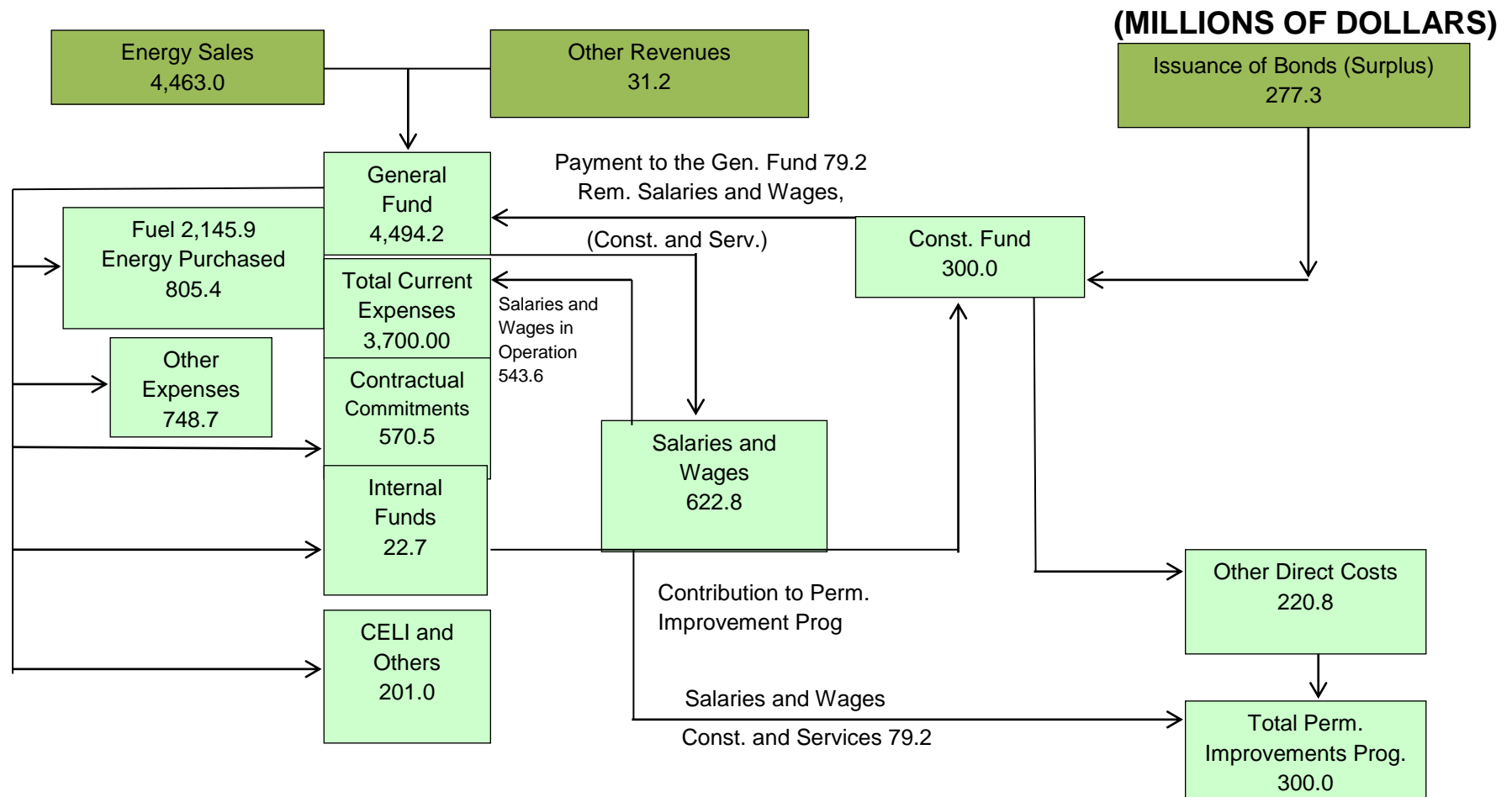
	Actual 2011-2012	Projection 2012-2013	Proposed Budget 2013-2014
Net Revenues	637,414	719,334	794,203
Debt Service	327,686	527,109	562,768
Coverage	1.95	1.36	1.41

STATEMENTS OF REVENUE AND EXPENDITURE - PROJECTIONS

(In Thousands \$)

Fiscal Year	Approved 2012-2013	Proposed 2013-2014	2014-2015	2015-2016	2-16-2017	2017-2018
Total Revenues	4,865,947	4,494,211	4,558,037	4,538,771	4,589,252	4,519,866
Current Expenses						
Fuel	2,607,917	2,145,911	2,100,801	2,044,913	2,044,304	1,934,695
Energy Purchased	740,867	805,414	903,208	932,776	963,724	995,556
Salaries & Wages	538,851	543,638	523,624	529,374	529,374	529,374
Others	152,963	205,045	207,262	209,513	211,802	211,802
Total Current Expenses	4,040,598	3,700,008	3,734,895	3,716,576	3,749,204	3,671,427
Net Revenues	825,349	794,203	823,142	822,195	840,048	848,439
Contractual Obligations	560,481	593,176	617,379	613,260	646,704	646,704
AELI and Others	264,868	201,027	205,763	208,935	193,344	201,735
Balance	0	0	0	0	0	0
Debt Service	527,109	562,768	578,506	592,788	626,232	626,232
Coverage	1.57	1.41	1.42	1.39	1.34	1.35

SOURCES AND DISPOSITION OF OPERATING AND CONSTRUCTION FUNDS 2013-2014



TRUST vs. GAAP Fiscal Year 2013-14

(In Thousands \$)

	1974 PER TRUST	Revenues Statement (GAAP)	Difference
Operating Revenues	4,494,211	4,494,287	76
Current Expenses			
Fuels	2,145,911	2,145,911	0
Energy Purchased	805,414	805,414	0
Others	748,683	748,683	0
Depreciation	0	374,064	374,064
OPEB	0	7,841	7,841
Total Current Expenses	3,700,008	4,081,913	381,905
Net Revenues	794,203	412,374	(381,829)
Contractual Obligations	570,499	401,271	(169,228)
Internal Funds	22,677	0	(22,677)
Contributed Capital	0	(24,185)	(24,185)
Total Contractual Obligations and Contributed Capital	593,176	377,086	(216,090)
Net Revenues before Contribution in Lieu of	201,027	35,288	(165,739)
Taxes			
AELI and Others	201,027	201,027	0
Change in Net Assets	0	(165,739)	(165,739)

[seal:] PUERTO RICO ELECTRIC POWER AUTHORITY
GOVERNING BODY – OFFICIAL SEAL

COMMONWEALTH OF PUERTO RICO
Puerto Rico Electric Power Authority

Eng. Juan F. Alicea Flores
Executive Director

May 16, 2013

Governing Body
[signature]
Juan F. Alicea Flores
Executive Director

**Proposed Current Expenses and Capital Improvements Budget
Fiscal Year 2013-14**

We include the Proposed Budget, which was discussed at a Special Meeting on May 14, 2013.

In addition, we include the projections for revenues and expenses for the next five years (i.e. until 2018) and the draft resolution.

Attachments

POST OFFICE BOX 364267 SAN JUAN, PUERTO RICO 00936-4267 TELEPHONE: (787) 521-4666
TELEFAX: (787) 521-4665

"We are an employer with equal opportunities at work and we do not discriminate on grounds of race, color, sex, age, social or national origin, social status, political affiliation, political or religious ideas; on the basis of being a victim or being perceived as a victim of domestic violence, sexual aggression or stalking; on the basis of physical or mental impediment or both, on the basis of status as a veteran or on the basis of genetic information."

Confidential

PREPA_RSA0034783

INCOME STATEMENTS PER TRUST - PROJECTED
FISCAL YEARS 2013-14 TO 2017-18
(\$ 000)

	Approved 2012-13	2013-14	2014-15	2015-16	2016-17	2017-18
Average Cost Per Barrel	\$116.25	\$94.96	\$94.41	\$88.57	\$87.15	\$80.91
Average Revenue per kWh (in cents):	\$27.11	24.52	24.78	24.40	24.30	23.51
Barrel Used (Thousands)	22,434.00	22,597	22,253	23,089	23,457	23,911
Generation (Million Kwh)	14,673.50	14,589.9	14,085.3	14,345.7	14,667.9	15,107.5
Purchase Power (GWHR)	7,154.00	7,708	8,033	8,069	8,101	8,099
Energy Sales (Million Kwh)	17,932.00	18,199.0	18,267.8	18,476.0	18,756.9	19,090.6
Change (%)	-0.05%	1.49%	0.38%	1.14%	1.52%	1.78%
Revenues						
Sales of electric energy						
Residencial	1,731,015	1,642,922	1,663,817	1,655,368	1,675,579	1,649,208
Commercial	2,338,619	2,173,701	2,214,832	2,214,347	2,246,456	2,220,105
Industrial	628,460	498,880	499,847	490,555	489,373	475,477
Other	132,795	117,529	118,362	117,322	116,665	113,897
Increase in Sales / Reduction Energy Theft	30,000	30,000	30,000	30,000	30,000	30,000
Total	4,860,889	4,463,032	4,526,858	4,507,592	4,558,073	4,488,687
Other (principally interest)	5,058	31,179	31,179	31,179	31,179	31,179
Total	4,865,947	4,494,211	4,558,037	4,538,771	4,589,252	4,519,866
Current Expenses						
Fuel	2,607,917	2,145,911	2,100,801	2,044,913	2,044,304	1,934,695
Purchased power	740,867	805,414	903,208	932,776	963,724	995,556
Salaries	528,827	527,798	515,704	521,454	521,454	521,454
Wages	10,024	15,840	7,920	7,920	7,920	7,920
Materials and Supplies	11,872	35,467	36,176	36,900	37,638	37,638
Transportation	27,434	25,383	25,891	26,408	26,937	26,937
Per Diem and Traveling Expenses	4,400	6,672	6,672	6,672	6,672	6,672
Mileage and Stand By Expenses	1,968	2,737	2,737	2,737	2,737	2,737
Misc. Division Expenses	12,834	31,684	32,318	32,964	33,623	33,623
Corporate Expenses	94,455	103,102	103,468	103,832	104,195	104,195
Total	4,040,598	3,700,008	3,734,895	3,716,576	3,749,204	3,671,427
Net revenues	825,349	794,203	823,142	822,195	840,048	848,439
Debt Service (Exhibit A)						
1974 Sinking Fund	527,109	562,768	578,506	592,788	626,232	626,232
Reserve Maintenance	0	0	0	0	0	0
Self Insurance Fund	0	0	0	0	0	0
Interest on Notes	6,372	7,731	7,552	7,552	7,552	7,552
Capital Improvement Fund	27,000	22,677	31,321	12,920	12,920	12,920
Total	560,481	593,176	617,379	613,260	646,704	646,704
Balance	264,868	201,027	205,763	208,935	193,344	201,735
Contribution in lieu of taxes and other (Exhibit B)	264,868	201,027	205,763	208,935	193,344	201,735
Balance	0	0	0	0	0	0
Debt service	527,109	562,768	578,506	592,788	626,232	626,232
Coverage	1.57	1.41	1.42	1.39	1.34	1.35
Highest debt service	594,844	594,844	636,906	636,906	681,899	681,899
Coverage	1.39	1.34	1.29	1.29	1.23	1.24

Exhibit A

PUERTO RICO ELECTRIC POWER AUTHORITY

DEBT SERVICE

FISCAL YEARS 2013-14 TO 2017-18

(\$ 000)

	Approved 2012-13	2013-14	2014-15	2015-16	2016-17	2017-18
1974 SINKING FUND						
INTEREST	332,189	358,463	364,096	368,753	388,867	376,697
PRINCIPAL	194,920	204,305	214,410	224,035	237,365	249,535
RESERVE						
SUB-TOTAL	527,109	562,768	578,506	592,788	626,232	626,232
SELF INSURANCE FUND	0	0	0	0	0	0
INTEREST ON NOTES	6,372	7,731	7,552	7,552	7,552	7,552
CAPITAL IMPROVEMENT FUNDS	27,000	22,677	31,321	12,920	12,920	12,920
TOTAL	560,481	593,176	617,379	613,260	646,704	646,704
RESERVE MAINTENANCE FUND	0	0	0	0	0	0
TOTAL DEBT SERVICE	560,481	593,176	617,379	613,260	646,704	646,704

5/16/2013

Exhibit B

CONTRIBUTION IN LIEU OF TAXES AND OTHER

FISCAL YEARS 2013-14 TO 2017-18

(\$ 000)

DESCRIPTION	Approved 2012-13	2013-14	2014-15	2015-16	2016-17	2017-18
MUNICIPALITIES	229,560	213,703	217,815	219,375	200,438	205,610
Implementation of Law 233		(49,000)	(49,000)	(49,000)	(49,000)	(49,000)
HOTELS SUBSIDY	7,719	7,949	8,099	8,098	8,215	8,119
Law 73 Industrial Incentives		2,203	2,937	3,671	6,425	9,179
SUBSIDIES:						
IRRIGATION SYSTEMS	7,611	5,357	5,464	5,573	5,685	5,799
RESIDENTIAL CUSTOMERS	19,978	20,815	20,448	21,218	21,581	22,028
TOTAL	264,868	201,027	205,763	208,935	193,344	201,735

5/16/2013

PUERTO RICO ELECTRIC POWER AUTHORITY
CAPITAL IMPROVEMENT PROGRAM
FISCAL YEARS 2013-14 TO 2017-18
(\$ 000)

CWIP	Approved 2012-13	2013-14	2014-15	2015-16	2016-17	2017-18	Total
PRODUCTION	118,898	96,375	115,850	110,365	128,502	124,650	575,742
TRANSMISSION	58,965	66,347	61,262	66,859	62,613	72,391	329,472
DISTRIBUTION	91,097	99,884	87,532	88,836	96,112	92,774	465,138
OTHER	31,040	37,394	35,356	33,940	37,773	35,185	179,648
TOTAL	300,000	300,000	300,000	300,000	325,000	325,000	1,550,000
FINANCING							
SURETY POLICY							
INTERNAL FUNDS	27,000	22,677	31,321	12,920	12,920	12,920	92,758
BORROWINGS:							
INTERIM		250,000	0	250,000	0	250,000	750,000
PERMANENT - REGULAR		0	278,200	0	315,500	0	593,700
CAPITALIZED INTEREST		0	0	0	0	0	0
INTEREST INCOME		0	0	0	0	0	0
AMOUNTS PROVIDED FROM (USED FOR) UNEXP. FINANCING OR OTHER FUNDS	273,000	27,323	(9,521)	37,080	(3,420)	62,080	113,542
TOTAL	300,000	300,000	300,000	300,000	325,000	325,000	1,550,000
PROJECTED BOND ISSUES							0
INTERNAL FINANCING PERCENTAGE	4%	9%	8%	10%	4%	4%	
Recommended by Consulting Engineers	12%	9%	4%	4%	4%	6%	

5/16/2013

ESTADO LIBRE ASOCIADO DE PUERTO RICO
AUTORIDAD DE ENERGÍA ELÉCTRICA DE PUERTO RICO
JUNTA DE GOBIERNO

SAN JUAN, PUERTO RICO



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APARTADO 364267
CORREO GENERAL
SAN JUAN, PR 00936-4267

RESOLUTION 4028

WHEREAS: Pursuant to Section 504 of the Trust Agreement of January 1, 1974, adopted by Resolution 1395, the Authority covenants that, on or before the 15th day of May of each year, the Governing Board will cause to be prepared and will adopt and file with the Secretary, with the Trustee, and with the Consulting Engineers a Proposed Budget of Current Expenses and of Capital Expenditures for the ensuing fiscal year; and

WHEREAS: In a special meeting of the Governing Board, held on May 14, 2013, the proposed budget was presented and discussed.

BE IT RESOLVED by the Puerto Rico Electric Power Authority:

That the Proposed Budget of Current Expenses and of Capital Expenditures for 2013-2014, filed with the Secretary this day and marked Exhibit 2960, is hereby adopted and public hearing be held pursuant to Section 504 of the Trust Agreement of January 1, 1974. The Secretary is directed to file a copy of the Consolidated Budget of Current Expenses and Capital Expenditures.

Approved in San Juan, Puerto Rico, the sixteenth day of May, 2013.

**Commonwealth of Puerto Rico
Puerto Rico Electric Power Authority**

**PROPOSED ANNUAL BUDGET
CURRENT EXPENSES AND
CAPITAL EXPENDITURES**



Fiscal Year 2013-2014

Commonwealth of Puerto Rico
PUERTO RICO ELECTRIC POWER AUTHORITY

PROPOSED ANNUAL BUDGET FOR FISCAL YEAR 2013-2014

PER SECTION 504 OF THE TRUST AGREEMENT

	<u>CONTENTS</u>	<u>PAGE</u>
Statement No. 1	PROPOSED ANNUAL BUDGET SUMMARY - PRO FORMA INCOME STATEMENT FOR REVENUE FUND PURPOSES	1
Statement No. 2	PROPOSED ANNUAL BUDGET OF CAPITAL EXPENDITURES	2-7
Statement No. 3	FINANCING REQUIREMENTS FOR THE PROPOSED ANNUAL BUDGET OF CAPITAL EXPENDITURES	8
Statement No. 4	DETAIL OF FUNDS TO BE PROVIDED BY THE GOVERNMENT DEVELOPMENT BANK	9

Statement No. 1

Commonwealth of Puerto Rico
PUERTO RICO ELECTRIC POWER AUTHORITY

PROPOSED ANNUAL BUDGET - FISCAL YEAR 2013-2014

STATEMENT OF REVENUES AND EXPENSES FOR REVENUE FUND PURPOSES
PER TRUST AGREEMENT - SUMMARY
(Dollars in thousands)

<i>Revenues:</i>	<i>Amount</i>
Sales of Electric Energy	4,463,032
Other income	<u>31,255</u>
Total revenues	4,494,287
Less: 1974 Construction fund investment income and gain on sale of properties	<u>76</u>
Revenues (As defined)	<u>4,494,211</u>
<i>Current Expenses:</i>	
Fuel	2,145,911
Purchased power	805,414
Salaries	527,798
Wages	15,840
Materials and Supplies	35,467
Transportation	25,383
Per Diem and Traveling Expenses	6,672
Mileage and Stand By Expenses	2,737
Division Expenses	31,684
Corporatives Expenses	<u>103,102</u>
Total current expenses	<u>3,700,008</u>
Net Revenues	<u>794,203</u>
<i>Debt Services:</i>	
1974 Sinking Fund Payment	
Interest account	562,768
Bond redemption account	0
Reserve	0
Self Insurance Fund	0
Interest on Notes	7,731
Capital Improvement Fund	22,677
Reserve Maintenance Fund	<u>0</u>
Total contractual obligations	<u>593,176</u>
Balance	201,027
Provision for contribution in lieu of taxes to municipalities	164,703
Other appropriations	<u>36,324</u>
Balance	<u><u>0</u></u>

Statement No. 2

Commonwealth of Puerto Rico
PUERTO RICO ELECTRIC POWER AUTHORITY

ANNUAL BUDGET OF CAPITAL EXPENDITURES
FISCAL YEAR 2014
(Dollars in thousands)

<u>Budget Item No.</u>	<u>Budget Item Title</u>	<u>Amount</u>
<u>Production Plant</u>		
<u>Thermal Production Plant</u>		
150	Fuel Manangement and Storage	3,050
160	Improvements to Steam Boilers	23,150
165	Improvements to Steam Turbine Generator	11,400
170	Improvements to Steam Balance of Plant	14,150
173	Pollutant Removal and Treatment	1,500
175	Pollution Control Projects	11,100
	Total Thermal Production Plant	<u>64,350</u>
<u>Hydraulic Production Plant</u>		
180	Hidroelectric Plant Improvements	3,200
<u>Other Production</u>		
185	Improvement Combustion Turbines Simple Cycle	2,500
187	Improvement to Balance Turbine Simple Cycle	2,700
190	Improvements to Steam Turbine Generator Combined Cycle	5,000
195	Improvement to Other Balance of Plants Combined Cycle	2,100
196	Improvement to GasTurbines Combined Cycle	12,225
199	Other Improvement to Generation Plants	4,300
	Total Other Production	<u>28,825</u>
	TOTAL PRODUCTION PLANT	<u>96,375</u>

Statement No. 2

Commonwealth of Puerto Rico
PUERTO RICO ELECTRIC POWER AUTHORITY
ANNUAL BUDGET OF CAPITAL EXPENDITURES
FISCAL YEAR 2014
(Dollars in thousands)

<u>Budget Item No.</u>	<u>Budget Item Title</u>	<u>Amount</u>
	<u>Transmission Plant</u>	
205	230 kV New Line	8,100
210	38 kV New Line	1,525
215	38 kV Underground System	130
230	115/38 kV New Transmission Center & Increase Capacity	9,000
237	115 kV Switchyard New & Expansions	2,700
242	38 kV Switchyard New & Expansions	4,365
255	Energy Management System	370
267	115 kV Line Rehabilitation	17,450
275	38 kV Line Rehabilitation	15,132
280	Transmission Pole Replacements	1,000
285	Breakers Upgrading	500
288	Grounding Mat Reconstruction	225
290	Transmission Misc. Improv. Plant - Engineering	400
292	Transmission Misc. Improv. Plant - Electric System	4,500
294	Other Transmission Plant	950
	TOTAL TRANSMISSION PLANT	66,347

Statement No. 2

Commonwealth of Puerto Rico
PUERTO RICO ELECTRIC POWER AUTHORITY

ANNUAL BUDGET OF CAPITAL EXPENDITURES
FISCAL YEAR 2014
(Dollars in thousands)

<u>Budget Item No.</u>	<u>Budget Item Titles</u>	<u>Amount</u>
	<u>Distribution Plant</u>	
300	New Distribution Substations	5,750
315	Construction and Extension of 13.2 kV Aerial Feeders	7,235
316	Construction and Extension of 4.16 kV - 8.32 kV Aerial Feeders	1,275
330	Line Extension to Serve New Customers	1,950
335	Construction and Extension of 13.2 kV Underground Feeders	1,090
337	Construction and Extension of 4.16 kV - 8.32 kV Underground	600
340	New Services Drops Installation - Commercial	912
360	Rehabilitation of Substations	4,750
363	Miscellaneous Substations Improvements	500
368	Replacement of Residential and Commercial Services	456
370	Improvements to 4.16 kV - 8.32 kV Aerial Distribution System	26,633
374	Improvements to the 13.2 kV Aerial Distribution System	4,115
378	Improvements to the 13.2 kV Underground System	7,550
379	Improvements to the 4.16 KV - 8.32 KV Underground System	9,407
382	Street Lighting	6,500
383	Special Transformers	1,215
385	Purchase of Meters and Metering Equipment	12,286
390	Purchase and Instalation of Breakers and Sectionalizers	1,475
392	Purchase Step - Voltage Regulators	275
395	Distribution Lines Capacitors	325
397	Distribution Line Voltage Converter	635
398	Distribution System Automation	500
399	Other Distribution Projects	4,450
	TOTAL DISTRIBUTION PLANT	99,884

Statement No. 2

Commonwealth of Puerto Rico
PUERTO RICO ELECTRIC POWER AUTHORITY

ANNUAL BUDGET OF CAPITAL EXPENDITURES
FISCAL YEAR 2014
(Dollars in thousands)

<u>Budget Item No.</u>	<u>Budget Item Titles</u>	<u>Amount</u>
<u>General Land and Building</u>		
400	Land & Right of Way	3,000
462	Minor Improvements Technical Offices	600
468	Improvement to Warehouses	350
470	Improvement to Workshops	300
472	Improvement to Other Buildings	625
476	Improvement Land & Buildings - Electric System	500
478	Improvement Land & Buildings - Administrative Service	1,310
480	Improvement to Commercial Offices - Client Service	532
	TOTAL GENERAL LAND AND BUILDINGS	7,217
<u>OFFICE FURNITURE AND EQUIPMENT</u>		
<u>Office Equipment</u>		
509	Office Equipment - Finance	15
510	Office Equipment - Administrative Services	15
513	Office Equipment - Client Service	304
514	Office Equipment - Transmission and Distribution	285
	TOTAL OFFICE EQUIPMENT	619

Statement No. 2

Commonwealth of Puerto Rico
PUERTO RICO ELECTRIC POWER AUTHORITY

ANNUAL BUDGET OF CAPITAL EXPENDITURES
FISCAL YEAR 2014
(Dollars in thousands)

<u>Budget Item No.</u>	<u>Budget Item Title</u>	<u>Amount</u>
--------------------------------	--------------------------	---------------

Computer Equipment

520	Computer Equipment - Executive Offices	25
521	Computer Equipment - Systems	2,800
522	Computer Equipment - Legal	25
523	Computer Equipment - Planning and Environmental	450
525	Computer Equipment - Finance	625
526	Computer Equipment - Administrative Services	15
527	Computer Equipment - Human Resources	250
528	Computer Equipment - Electric System	250
529	Computer Equipment - Client Service	281
530	Computer Equipment - Transmission and Distribution	250
	TOTAL COMPUTER EQUIPMENT	<u>4,971</u>

Transportation Equipment

540	Equipment - Air Transportation	500
545	Equipment - Acquisition and Replacement of Land Transp.	7,800
	TOTAL TRANSPORTATION EQUIPMENT	<u>8,300</u>

Statement No. 2

Commonwealth of Puerto Rico
PUERTO RICO ELECTRIC POWER AUTHORITY

ANNUAL BUDGET OF CAPITAL EXPENDITURES
FISCAL YEAR 2014
(Dollars in thousands)

<u>Budget Item No.</u>	<u>Budget Item Title</u>	<u>Amount</u>
	<u>Other Equipment</u>	
550	Equipment Communication - Electric System	800
551	Equipment Communication - Client Service	38
553	Equipment Communication - Transmission and Distribution	75
555	Equipment - Telephone and Data Lines	3,250
560	Other Equipment Planning and Environmental Protection	893
562	Other Equipment - Engineering	4,000
564	Other Equipment - Administrative Services	380
565	Equipment Workshop Land Transportation	175
566	Other Equipment - Human Resources	10
568	Other Equipment - Electric System	1,150
570	Other Equipment - Client Service	391
572	Other Equipment - Transmission and Distribution	1,000
575	Other Equipment - Finance	500
	Total Other Equipment	<u>12,662</u>
	TOTAL EQUIPMENT	<u>26,552</u>
	 <i>Preliminary Surveys and Investigation</i>	
600	Preliminary Studies - Engineering	1,975
605	Preliminary Studies - Special Project	50
610	Preliminary Studies - Planning and Environmental Protection	1,200
	Renewable Energy - Planning and Research	400
	Preliminary Surveys and Investigation	<u>3,625</u>
	TOTAL CAPITAL EXPENDITURES BUDGET	<u>300,000</u>

Commonwealth of Puerto Rico
PUERTO RICO ELECTRIC POWER AUTHORITY

APPROVED ANNUAL BUDGET OF CAPITAL EXPENDITURES

FISCAL YEAR 2012-13
FINANCING REQUIREMENTS

(Dollars in thousands)

<u>Capital Expenditures Budget</u>	<u>Amount</u>
Production Plant	96,375
Transmission Facilities	66,347
Distribution Facilities	99,884
Others	37,394
TOTAL	300,000

Sources of Construction Funds

Financing

Internally Generated Funds	22,677
Borrowed Funds:	
Interim	250,000
Permanent - Regular	0
Capitalized Interest	0
Earned Interest	0
Amounts provided from (or used for)	
unexpended financing and other funds	27,323
TOTAL	300,000

Statement No. 4

Commonwealth of Puerto Rico
PUERTO RICO ELECTRIC POWER AUTHORITY

DETAIL OF FUNDS TO BE PROVIDED BY THE
GOVERNMENT DEVELOPMENT BANK

FISCAL YEAR 2013-2014
(Dollars in thousands)

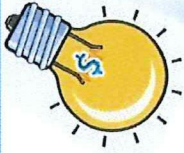
<u>MONTH\YEAR</u>	<u>AMOUNT</u>	<u>MONTH\YEAR</u>	<u>AMOUNT</u>
JULY 2013	-	JANUARY 2014	50,000
AUGUST 2013	-	FEBRUARY 2014	-
SEPTEMBER 2013	50,000	MARCH 2014	50,000
OCTOBER 2013	-	APRIL 2014	-
NOVEMBER 2013	50,000	MAY 2014	50,000
DECEMBER 2013	-	JUNE 2014	-

PRESUPUESTO PROPUESTO

AÑO FISCAL 2013-14

Autoridad de Energía Eléctrica

ESTADÍSTICAS



	Real 2011-12	Proyección 2012-2013	Presupuesto Propuesto 2013-2014
Costo Promedio por Barril	\$118.39	\$107.04	\$94.96
Barriles Usados (En Miles)	24,511	23,852	22,597
Generación Interna (MWH)	15,558	15,052	14,590
Compra de Energía (GWHR)	6,634	7,083	7,708
Ventas (MWH)	18,112	17,966	18,199
Centavos por KWH	27.78	26.20	24.52
Ingresos por Ventas (En Miles)	5,031,429	4,707,535	4,463,032

ESTADO DE INGRESOS Y GASTOS

(En Miles \$)

	Real 2011-2012	Proyección 2012-2013	Propuesto 2013-2014
Ingresos	5,052,678	4,722,713	4,494,211
Gastos Corrientes:			
Combustible	2,901,815	2,553,178	2,145,911
Energía Comprada	684,148	686,402	805,414
Operación y Mantenimiento	829,301	763,799	748,683
Total de Gastos Corrientes	4,415,264	4,003,379	3,700,008
Ingresos Netos Según Definidos	637,414	719,334	794,203

GASTOS DE OPERACIÓN Y MANTENIMIENTO

(En Miles \$)

	Real 2011-2012	Proyección 2012-2013	Presupuesto Propuesto 2013-2014
Salarios	571,467	537,036	527,798
Jornales	6,590	16,831	15,840
Materiales	38,885	42,753	35,467
Transportación	23,821	24,356	25,383
Dietas	8,175	8,666	6,672
Millaje	3,137	3,047	2,737
Gastos de División	37,614	37,440	31,684
Sub-Total	689,689	670,129	645,581
Gastos Corporativos	139,612	93,670	103,102
Total	829,301	763,799	748,683

SALARIOS Y JORNALES

(En Miles \$)

Descripción	Presupuesto		
	Real 2011-12	Proyección 2012-13	Propuesto 2013-14
Salarios Básico – Regulares	302,921	276,035	288,713
Salarios Básico – Temporeros	3,982	9,609	9,380
Tiempo Extra	44,687	47,820	26,631
Tiempo Compensatorio	10,417	18,419	6,620
Beneficios Marginales:			
• Sistema Retiro	73,227	73,639	87,312
• Plan Médico	59,884	60,042	55,684
• Seguro Social	27,694	26,919	25,255
• Fondo Seguro del Estado	13,250	12,808	10,728
• Otros	41,995	28,576	33,315
Total	\$578,057	\$553,867	\$543,638

GASTOS CORPORATIVOS

(En Miles \$)

Clase de Gasto	Presupuesto		
	Real 2011-12	Proyección 2012-2013	Propuesto 2013-14
620 Seguros	24,808	26,867	21,609
616 Plan Médico - Jubilados	20,478	20,164	19,890
627 Seguridad	20,250	18,860	18,010
631 Agua y Luz	9,387	10,340	10,819
645 Servicios Bancarios	10,471	5,524	10,500
644 Mantenimiento y Servicios Corporativos	8,681	7,065	9,746
630 Reglamentos e Inspecciones Ambientales	5,320	6,950	7,731
671 Laudos	14,741	2,134	6,401
632 Renta	5,698	6,423	5,812
621 Reclamaciones	8,045	4,428	5,000
Otros	41,177	12,968	13,439
Sub-Total	169,056	121,723	128,957
636-637-638 Gastos Admin. y Generales	(29,496)	(25,571)	(25,855)
Deducciones Misceláneas	52	(2,482)	0
Total	139,612	93,670	103,102

DETALLE GASTOS DE DIVISIÓN

(En Miles \$)

Descripción de Gastos	2013-14
Servicios Profesionales y Data	688
Tarifas Postales y de Comunicación	5,141
Mantenimiento Terenos y Edificios	2,322
Mantenimiento Otros Equipos	5,143
Ordenes de Servicio	2,613
Servicio de "Blankets"	1,592
Servicios Profesionales y Técnicos	4,299
Mantenimiento Equipo y Data	1,479
Mantenimiento Unidades Generatrices	4,871
Renta Equipo Técnico	1,735
Otros	1,801
Total	31,684

GASTOS POR DIRECTORADO

(En Miles \$)

	Real 2011-2012	Proyección 2012-2013	Presupuesto Propuesto 2013-2014
Junta de Gobierno	630	596	511
Ejecutivo	51,563	60,192	49,206
Asuntos Jurídicos	6,807	12,464	8,457
Planificación y Protección	11,400	18,025	11,909
Finanzas	13,147	18,935	13,858
Recursos Humanos y Asuntos Laborales	20,133	21,844	20,406
Generación	199,209	204,291	194,825
Servicio al Cliente	120,834	127,181	129,651
Transmisión y Distribución	226,975	232,173	230,588
Sub-Total	650,698	695,701	659,411
Responsabilidades Corporativas	178,603	68,098	103,102
Otros		0	(13,830)
Total	829,301	763,799	748,683

GENERACIÓN

(En Miles \$)

	Presupuesto		
	Real	Proyección	Propuesto
	2011-2012	2012-2013	2013-2014
<i>Salarios</i>	144,899	148,241	147,316
<i>Jornales</i>	2,515	2,391	2,120
<i>Materiales</i>	24,160	28,192	21,430
<i>Transportación</i>	3,084	3,416	3,075
<i>Dietas</i>	2,896	3,204	2,252
<i>Millaje</i>	1,127	1,231	1,119
<i>Gastos de División</i>	20,528	17,616	17,513
<i>Total</i>	199,209	204,291	194,825

SERVICIO AL CLIENTE

(En Miles \$)

	Real 2011-2012	Proyección 2012-2013	Presupuesto Propuesto 2013-2014
Salarios	105,203	105,315	109,876
Jornales	1,776	5,535	6,460
Materiales	3,285	3,567	2,936
Transportación	5,919	5,916	5,832
Dietas	1,427	1,472	1,169
Millaje	247	196	230
Gastos de División	2,977	5,181	3,148
Total	120,834	127,181	129,651

TRANSMISIÓN Y DISTRIBUCIÓN

(En Miles \$)

	Real		Proyección		Presupuesto	
	2011-2012	2012-2013	2012-2013	2013-2014	2013-2014	2013-2014
Salarios	194,150	192,705	192,705	192,019	192,019	192,019
Jornales	2,101	8,605	8,605	6,995	6,995	6,995
Materiales	10,166	9,929	9,929	10,174	10,174	10,174
Transportación	14,489	14,585	14,585	16,214	16,214	16,214
Dietas	3,377	3,817	3,817	2,836	2,836	2,836
Millaje	1,460	1,368	1,368	1,046	1,046	1,046
Gastos de División	1,232	1,163	1,163	1,304	1,304	1,304
Total	226,975	232,173	232,173	230,588	230,588	230,588

DIRECTORADOS DE APOYO

(En Miles \$)

	Presupuesto		
	Real	Proyección	Propuesto
	2011-2012	2012-2013	2013-2014
Salarios	127,215	95,054	92,417
Jornales	198	300	265
Materiales	1,274	1,065	927
Transportación	329	439	262
Dietas	474	431	415
Millaje	303	272	342
Gastos de División	12,877	13,929	9,719
Sub-Total	142,670	111,490	104,347
Gastos Corporativos	139,561	91,680	103,102
Deducciones Misc. del Ingreso	52	(3,015)	0
Total	282,283	200,155	207,449

DISPOSICIÓN DE LOS INGRESOS

(En Miles \$)

	Real 2011-2012	Proyección 2012-2013	Propuesto 2013-2014
Ingresos Netos	637,414	719,334	794,203
Principal	143,422	194,920	204,305
Intereses	184,264	332,189	358,463
Total Servicio la Deuda	327,686	527,109	562,768
Seguro Propio	5,000	0	0
Reserva de Mantenimiento	0	0	0
Intereses en Notas	4,405	509	7,731
Fondos Internos	15,086	21,656	22,677
Contribución a los Municipios	241,160	128,132	164,703
Subsidios	44,077	41,928	36,324
Disposición Total	637,414	719,334	794,203

FINANCIAMIENTO PROGRAMA MEJORAS CAPITALES

(En Miles \$)

	Costos		Presupuesto
	Incurridos 2011-12	Proyección 2012-2013	Propuesto 2013-2014
Programa Mejoras Capitales	351,137	296,351	300,000
Financiamiento			
Fondos Internos	15,086	21,656	22,677
Notas	-	-	250,000
Emisión de Bonos	336,051	274,695	
Otros	-	-	27,323
Total	351,137	296,351	300,000

Implantación de Medidas para Balancear el Presupuesto

(En Miles \$)



CUBIERTA DE LA DEUDA

(En Miles \$)

	Real	Proyección	Propuesto
	2011-2012	2012-2013	2013-2014
Ingresos Netos	637,414	719,334	794,203
Servicio de la Deuda	327,686	527,109	562,768
Cubierta	1.95	1.36	1.41

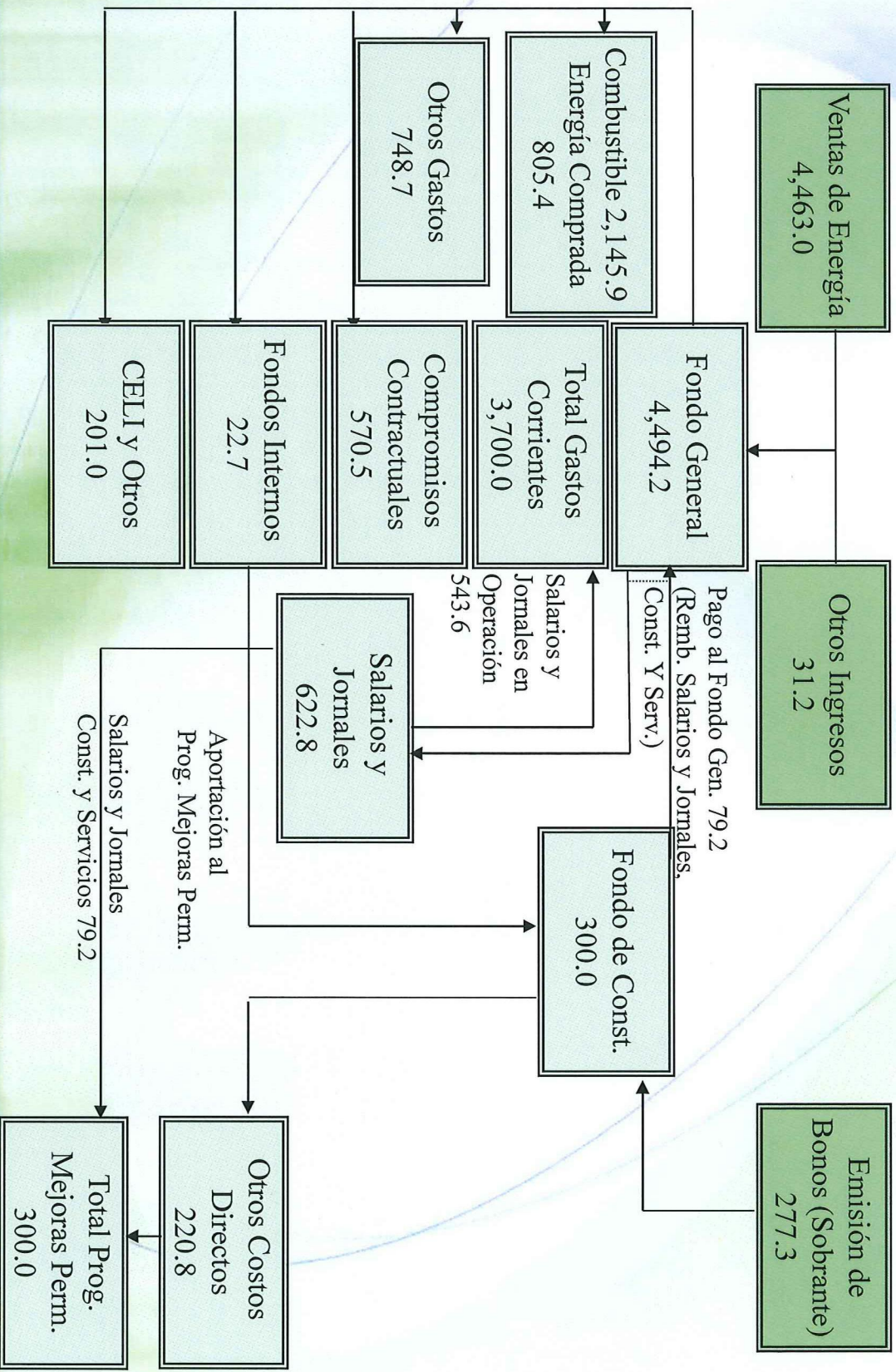
ESTADOS DE INGRESOS Y GASTOS - PROYECTADOS

(En Miles \$)

Año Fiscal	Aprobado	Propuesto	2014-15	2015-16	2016-17	2017-18
2012-13	2013-14	2014-15	2015-16	2016-17	2017-18	
Total Ingresos	4,865,947	4,494,211	4,558,037	4,538,771	4,589,252	4,519,866
Gastos Corrientes						
Combustible	2,607,917	2,145,911	2,100,801	2,044,913	2,044,304	1,934,695
Energía Comprada	740,867	805,414	903,208	932,776	963,724	995,556
Salarios & Jornales	538,851	543,638	523,624	529,374	529,374	529,374
Otros	152,963	205,045	207,262	209,513	211,802	211,802
Total Gastos Corrientes	4,040,598	3,700,008	3,734,895	3,716,576	3,749,204	3,671,427
Ingresos Netos	825,349	794,203	823,142	822,195	840,048	848,439
Obligaciones Contractuales	560,481	593,176	617,379	613,260	646,704	646,704
AEI y Otros	264,868	201,027	205,763	208,935	193,344	201,735
Balance	0	0	0	0	0	0
Servicio a la Deuda	527,109	562,768	578,506	592,788	626,232	626,232
Cobertura	1.57	1.41	1.42	1.39	1.34	1.35

FUENTES Y DISPOSICIÓN DE FONDOS DE OPERACIÓN Y CONSTRUCCIÓN 2013-2014

(MILLONES DE DÓLARES)



TRUST vs. GAAP Año Fiscal 2013-14

(En Miles \$)

	1974	Estado de	
	PER TRUST	Ingresos (GAAP)	Diferencia
Ingresos Operacionales	4,494,211	4,494,287	76
Gastos Corrientes			
Combustibles	2,145,911	2,145,911	0
Energía Comprada	805,414	805,414	0
Otros	748,683	748,683	0
Depreciación	0	374,064	374,064
OPEB	0	7,841	7,841
Total Gastos Corrientes	3,700,008	4,081,913	381,905
Ingresos Netos	794,203	412,374	(381,829)
Obligaciones Contractuales			
Fondos Internos	570,499	401,271	(169,228)
Capital Contribuido	22,677	0	(22,677)
	0	(24,185)	(24,185)
Total Obligaciones Contractuales y Capital Contribuido	593,176	377,086	(216,090)
Ingresos Netos antes de Aportación en Lugar de Impuestos	201,027	35,288	(165,739)
AELI y Otros	201,027	201,027	0
Cambio en Activos Netos	0	(165,739)	(165,739)



ESTADO LIBRE ASOCIADO DE PUERTO RICO
Autoridad de Energía Eléctrica de Puerto Rico

Ing. Juan F. Alicea Flores
Director Ejecutivo

16 de mayo de 2013

Junta de Gobierno


Juan F. Alicea Flores
Director Ejecutivo

**Presupuesto Propuesto de Gastos Corrientes y Mejoras Capitales
Año Fiscal 2013-14**

Incluimos el Presupuesto Propuesto, el mismo fue discutido en Reunión Especial el 14 de mayo de 2013.

Además, se incluyen las proyecciones de ingresos y gastos para los próximos cinco años, es decir hasta el 2018 y el borrador de Resolución.

Anejos

APARTADO 364267 SAN JUAN, PUERTO RICO 00936-4267 TELÉFONO: (787) 521-4666 TELEFAX: (787) 521-4665

"Somos un patrono con igualdad de oportunidades en el empleo y no discriminamos por razón de raza, color, sexo, edad, origen social o nacional, condición social, afiliación política, ideas políticas o religiosas; por ser víctima o ser percibida(o) como víctima de violencia doméstica, agresión sexual o acecho; por impedimento físico, mental o ambos o condición de veterano(a) o por información genética"

INCOME STATEMENTS PER TRUST - PROJECTED
FISCAL YEARS 2013-14 TO 2017-18
(\$ 000)

	Approved 2012-13	2013-14	2014-15	2015-16	2016-17	2017-18
Average Cost Per Barrel	\$116.25	\$94.96	\$94.41	\$88.57	\$87.15	\$80.91
Average Revenue per kWh (in cents):	\$27.11	24.52	24.78	24.40	24.30	23.51
Barrel Used (Thousands)	22,434.00	22,597	22,253	23,089	23,457	23,911
Generation (Million Kwh)	14,673.50	14,589.9	14,085.3	14,345.7	14,667.9	15,107.5
Purchase Power (GWHR)	7,154.00	7,708	8,033	8,069	8,101	8,099
Energy Sales (Million Kwh)	17,932.00	18,199.0	18,267.8	18,476.0	18,756.9	19,090.6
Change (%)	-0.05%	1.49%	0.38%	1.14%	1.52%	1.78%
Revenues						
Sales of electric energy						
Residencial	1,731,015	1,642,922	1,663,817	1,655,368	1,675,579	1,649,208
Commercial	2,338,619	2,173,701	2,214,832	2,214,347	2,246,456	2,220,105
Industrial	628,460	498,880	499,847	490,555	489,373	475,477
Other	132,795	117,529	118,362	117,322	116,665	113,897
Increase in Sales / Reduction Energy Theft	30,000	30,000	30,000	30,000	30,000	30,000
Total	4,860,889	4,463,032	4,526,858	4,507,592	4,558,073	4,488,687
Other (principally interest)	5,058	31,179	31,179	31,179	31,179	31,179
Total	4,865,947	4,494,211	4,558,037	4,538,771	4,589,252	4,519,866
Current Expenses						
Fuel	2,607,917	2,145,911	2,100,801	2,044,913	2,044,304	1,934,695
Purchased power	740,867	805,414	903,208	932,776	963,724	995,556
Salaries	528,827	527,798	515,704	521,454	521,454	521,454
Wages	10,024	15,840	7,920	7,920	7,920	7,920
Materials and Supplies	11,872	35,467	36,176	36,900	37,638	37,638
Transportation	27,434	25,383	25,891	26,408	26,937	26,937
Per Diem and Traveling Expenses	4,400	6,672	6,672	6,672	6,672	6,672
Mileage and Stand By Expenses	1,968	2,737	2,737	2,737	2,737	2,737
Misc. Division Expenses	12,834	31,684	32,318	32,964	33,623	33,623
Corporate Expenses	94,455	103,102	103,468	103,832	104,195	104,195
Total	4,040,598	3,700,008	3,734,895	3,716,576	3,749,204	3,671,427
Net revenues	825,349	794,203	823,142	822,195	840,048	848,439
Debt Service (Exhibit A)						
1974 Sinking Fund	527,109	562,768	578,506	592,788	626,232	626,232
Reserve Maintenance	0	0	0	0	0	0
Self Insurance Fund	0	0	0	0	0	0
Interest on Notes	6,372	7,731	7,552	7,552	7,552	7,552
Capital Improvement Fund	27,000	22,677	31,321	12,920	12,920	12,920
Total	560,481	593,176	617,379	613,260	646,704	646,704
Balance	264,868	201,027	205,763	208,935	193,344	201,735
Contribution in lieu of taxes and other (Exhibit B)	264,868	201,027	205,763	208,935	193,344	201,735
Balance	0	0	0	0	0	0
Debt service	527,109	562,768	578,506	592,788	626,232	626,232
Coverage	1.57	1.41	1.42	1.39	1.34	1.35
Highest debt service	594,844	594,844	636,906	636,906	681,899	681,899
Coverage	1.39	1.34	1.29	1.29	1.23	1.24

PUERTO RICO ELECTRIC POWER AUTHORITY

DEBT SERVICE

FISCAL YEARS 2013-14 TO 2017-18

(\$ 000)

	Approved 2012-13	2013-14	2014-15	2015-16	2016-17	2017-18
1974 SINKING FUND						
INTEREST	332,189	358,463	364,096	368,753	388,867	376,697
PRINCIPAL	194,920	204,305	214,410	224,035	237,365	249,535
RESERVE						
SUB-TOTAL	527,109	562,768	578,506	592,788	626,232	626,232
SELF INSURANCE FUND	0	0	0	0	0	0
INTEREST ON NOTES	6,372	7,731	7,552	7,552	7,552	7,552
CAPITAL IMPROVEMENT FUNDS	27,000	22,677	31,321	12,920	12,920	12,920
TOTAL	560,481	593,176	617,379	613,260	646,704	646,704
RESERVE MAINTENANCE FUND	0	0	0	0	0	0
TOTAL DEBT SERVICE	560,481	593,176	617,379	613,260	646,704	646,704

5/16/2013

CONTRIBUTION IN LIEU OF TAXES AND OTHER

FISCAL YEARS 2013-14 TO 2017-18

(\$ 000)

DESCRIPTION	Approved 2012-13	2013-14	2014-15	2015-16	2016-17	2017-18
MUNICIPALITIES	229,560	213,703	217,815	219,375	200,438	205,610
IMPLANTACIÓN LEY 233		(49,000)	(49,000)	(49,000)	(49,000)	(49,000)
HOTELS SUBSIDY	7,719	7,949	8,099	8,098	8,215	8,119
LEY 73 INCENTIVOS INDUSTRIALES		2,203	2,937	3,671	6,425	9,179
SUBSIDIES:						
IRRIGATION SYSTEMS	7,611	5,357	5,464	5,573	5,685	5,799
RESIDENTIAL CUSTOMERS	19,978	20,815	20,448	21,218	21,581	22,028
TOTAL	264,868	201,027	205,763	208,935	193,344	201,735

5/16/2013

Exhibit 28 Page 75 of 75
PUERTO RICO ELECTRIC POWER AUTHORITY

CAPITAL IMPROVEMENT PROGRAM

FISCAL YEARS 2013-14 TO 2017-18

(\$ 000)

CWIP	Approved 2012-13	2013-14	2014-15	2015-16	2016-17	2017-18	Total
PRODUCTION	118,898	96,375	115,850	110,365	128,502	124,650	575,742
TRANSMISSION	58,965	66,347	61,262	66,859	62,613	72,391	329,472
DISTRIBUTION	91,097	99,884	87,532	88,836	96,112	92,774	465,138
OTHER	31,040	37,394	35,356	33,940	37,773	35,185	179,648
TOTAL	300,000	300,000	300,000	300,000	325,000	325,000	1,550,000
FINANCING							
SURETY POLICY							
INTERNAL FUNDS	27,000	22,677	31,321	12,920	12,920	12,920	92,758
BORROWINGS:							
INTERIM		250,000	0	250,000	0	250,000	750,000
PERMANENT - REGULAR		0	278,200	0	315,500	0	593,700
CAPITALIZED INTEREST		0	0	0	0	0	0
INTEREST INCOME		0	0	0	0	0	0
AMOUNTS PROVIDED FROM (USED FOR)							
UNEXP. FINANCING OR OTHER FUNDS	273,000	27,323	(9,521)	37,080	(3,420)	62,080	113,542
TOTAL	300,000	300,000	300,000	300,000	325,000	325,000	1,550,000
PROJECTED BOND ISSUES							0
INTERNAL FINANCING PERCENTAGE	4%	9%	8%	10%	4%	4%	
Recommended by Consulting Engineers	12%	9%	4%	4%	4%	6%	

5/16/2013